PUBLIC NOTICE OF NEGOTIATION FOR LEASE OF WAIMANALO AGRICULTURAL PARK, PAHOA AGRICULTURAL PARK, AND PANAEWA AGRICULTURAL PARK ON THE ISLANDS OF OAHU AND HAWAII

The Department of Agriculture ("DOA") is accepting applications to negotiate for agricultural leases. Applications and information regarding the lease dispositions are available at the DOA's Agricultural Resource Management Division ("ARMD"), 1428 South King Street, Honolulu, and 16 East Lanikaula, Hilo, or by calling the following toll-free numbers from: Kauai, (808) 274-3141, ext. 39473; Maui, (808) 984-2400, ext. 39473; Molokai and Lanai, 1 800-468-4644, ext. 39473: Oahu, (808) 973-9473; or on Hawaii island, (808) 974-4150, from 7:45 a.m. to 4:30 p.m., Monday through Friday, except holidays. Information is also available on the DOA's website at http://hdoa.hawaii.gov/arm/. Application forms shall be filed with the ARMD at 1428 South King Street, Honolulu, Hawaii 96814 or 16 East Lanikaula Street, Hilo, Hawaii 96720 no later than 3:00 p.m., March 24, 2023. The DOA will review all applications, verify applicant qualifications, and determine those qualified. All applicants shall be notified in writing of the results. Any questions or inquiries should be directed to the toll free number(s) above. Eligibility of Applicants: 1. Any person shall be eligible to apply if they are a U.S. citizen who has resided in the State for 3 years; or 2. Is a permanent alien who has resided in the State for 5 years; and 3. Is a bona fide farmer or new farmer as defined in §4-153-1, Definitions, Hawaii Administrative Rules ("HAR"). 4. In the case of agricultural cooperatives, associations, partnerships, corporations and limited liability companies, the residence requirement must be met by 75% of the associates, partners, stockholders, officers, directors, and members, as applicable, who are bona fide farmers, new farmers, or qualified aquaculturalists. 5. No person shall be eligible to lease agricultural lands who, during the 5 years preceding the date of this notice, has had a previous sale, lease, license, permit, or easement pertaining to public lands that was canceled for failure to satisfy its terms and conditions, or who is in arrears in the payment of taxes or other obligations to the State or any of its counties. 6. All persons interested in applying for the available farm lot(s) shall comply with §4-153-5, -13 & -15, HAR (Application requirements) and be subject to §4-153-16 and -17. HAR (Preference rights and proof). Submission of Proposal: Upon notification by DOA that an applicant is qualified, a proposal for lease shall be submitted within 30 days after receipt of notification. The Board of Agriculture ("BOA") shall review all proposals received and shall accept the proposals with the best negotiated terms. All applicants shall be contacted by the ARMD regarding the disposition of their proposals, of which the successful proposals shall be subject to the satisfactory completion of the conditions stated in §4-153-32, HAR (Additional terms and conditions). The awardee (qualified applicant) who successfully completes all of the requirements for a lease shall pay the costs incurred in the administration of

the lease disposition, pursuant to §4-153-6, HAR (Fees and charges), which may include negotiation, appraisal, notices, publications, and closing costs. A Right-of-Entry shall be issued to the awardee enabling access for the limited purpose of meeting the conditions. Upon successful completion of the conditions, the lease will be executed and issued. Until then, the awardee shall have no real property interest in the subject lot(s). In the event the conditions are not satisfactorily met within 6 months after a proposal is accepted, then the award shall be rescinded. Summary of Significant Lease Provisions: 1. Uses will be permitted only as shown on the list of parcel(s). 2. Lessee will be required to support the operations and maintenance costs of the irrigation project, as applicable. Lessee shall become a participant in an irrigation project as may be created under Chapter 167, Hawaii Revised Statutes, and abide by the irrigation project's rules, rates and charges. 3. No residential dwellings shall be allowed, except as approved by the BOA. 4. Transfer, assignment or sublease of an agricultural land lease shall be only to persons or entities which satisfy qualification requirements and §4-153-33, HAR (Lease restrictions; generally). 5. For the purposes of this disposition, no lease shall be transferred, assigned or subleased for the first five (5) years of the initial lease term. Description of Lands: The lots have access via paved roads; irrigation water and/or potable water service, telephone, electricity and other utilities shall be the responsibility of the awardee. The lot(s) may require clearing and grading before any agricultural activity can commence and will be leased on an "as is" basis. It is the awardee's responsibility to inspect and develop the lot(s) in accordance with applicable county regulations and lease provisions. Parcels to be disposed of include: **ITEM 1**: LOCATION: Lot 14, Waimanalo Agricultural Park, 41-970 Mahiku Place, Waimanalo, Island of Oahu; 1st Div. (Oahu) 4-1-035:014; AREA: 4.665 gross acres (3.437 net useable acres); TERM: 35 years; UPSET MINIMUM ANNUAL <u>RENTAL:</u> \$6,923 per annum; payable semi-annually, in advance; or <u>ADDITIONAL</u> RENTAL: 1½% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. ITEM II: LOCATION: Lot 1, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:001; AREA: 10.193 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$1,170.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. ITEM III: LOCATION: Lot 3, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:003; AREA: 10.000 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$1,150.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. **ITEM IV:** LOCATION: Lot 7, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:007; AREA: 10.000 gross acres; TERM: 35 years: UPSET MINIMUM ANNUAL RENTAL: \$1.150.00 per annum: payable semi-annually, in advance; or ADDITIONAL RENTAL: 1½% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. ITEM V: LOCATION: Lot 12, Pahoa Agricultural Park, Island of Hawaii: 3rd Div. (Hawaii) 1-5-116:012; AREA: 29.166 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$2,590.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. **ITEM VI:** LOCATION: Lot 13, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:013; AREA: 25.000 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$2,270.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. ITEM VII: LOCATION: Lot 15, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:015; AREA: 19.596 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$1,850.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. ITEM VIII: LOCATION: Lot 17, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:017; AREA: 15.000 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$1,470.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. ITEM IX: LOCATION: Lot 18, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:018; AREA: 5.371 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$680.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined: USE: Diversified agriculture only. **ITEM X:** LOCATION: Lot 20, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:020; AREA: 10.000 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$1,150.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 1½% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. **ITEM XI:** LOCATION: Lot 62, Pahoa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 1-5-116:062; AREA: 13.428 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$1,340.00 per annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined; USE: Diversified agriculture only. ITEM XII: LOCATION: Lot 7, Panaewa Agricultural Park, Island of Hawaii; 3rd Div. (Hawaii) 2-2-056:033; AREA: 10.170 gross acres; TERM: 35 years; UPSET MINIMUM ANNUAL RENTAL: \$3,440.00 per

annum; payable semi-annually, in advance; or ADDITIONAL RENTAL: 11/2% of gross proceeds, whichever is greater; RENT REOPENING: To be determined: USE: Diversified agriculture only. The BOA has approved the acceptance of up to five (5) "back-up" proposals in the event the initial awardee fails to complete the leasing process. The general lease conditions describing the terms and conditions, property map, lot descriptions, and Chapter 4-153, HAR, are available on the DOA's website or may be examined at the DOA offices. The disposition of lease(s) may be canceled, postponed or continued from time to time, as may be deemed necessary, by publication of notice to that effect by order of the Chairperson of the BOA. The DOA does not discriminate on the basis of race, color, sex, national origin, age, or disability, or any other class as protected under applicable federal or state law, in administration of its programs, or activities, and, the DOA does not intimidate or retaliate against any individual or group because they have exercised their rights to participate in actions protected, or oppose action prohibited, by 40 C.F.R. Parts 5 and 7, or for the purpose of interfering with such rights. If you have any questions about this notice or any of the DOA's non-discrimination programs, policies, or procedures, you may contact Morris Atta, Acting Non-Discrimination Coordinator, at (808) 973-9560 or email: hdoa.titlevi@hawaii.gov. If you believe that you have been discriminated against with respect to a DOA program or activity, you may contact the Non-Discrimination Coordinator identified above. To request language or accessibility for applications for DOA agricultural leases, please contact the Office of the Chairperson, at (808) 973-9560 or email: hdoa.info@hawaii.gov. Please allow sufficient time for DOA to meet accommodation requests. Sharon Hurd, Chairperson, Board of Agriculture.

(SA1401327 2/03, 2/10, 2/17/23)